



EXHIBIT 2

United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Colorado State Office
2850 Youngfield Street
Lakewood, Colorado 80215-7076

IN REPLY REFER TO:
In Reply Refer To:
CO-934
3180

October 14, 1996

Vessels Oil & Gas Company
c/o UnitSource Incorporated
11184 Huron Street, Suite 10
Denver, Colorado 80234

Gentlemen:

The Third Revision Mesaverde Formation Participating Area "A," Gibson Gulch II Unit, is hereby approved effective as of January 1, 1996, pursuant to Section 11 of the Gibson Gulch II Unit Agreement, Garfield County, Colorado.

The Third Revision Mesaverde Formation Participating Area "A," results in the addition of 841.00 acres to the participating area for a total of 3421.66 acres and is based upon the completion of Unit Wells Gibson Gulch No. 11-32, located in the NESW Section 32, T. 6 S., R. 91 W., and Gibson Gulch No. 14-19, located in the SESW Section 19, T. 6 S., R. 91 W., 6th P.M. as being capable of producing unitized substances in paying quantities. The Exhibit "B" for this revision will need to be resubmitted to this office for approval, the one submitted with your application is not correct, please contact me for discrepancies.

Copies of the approved request are being distributed to the appropriate agencies and one copy is returned herewith. Please advise all interested parties of the establishment of the Third Revision Mesaverde Formation Participating Area "A," Gibson Gulch II Unit, and the effective date.

For production and accounting reporting purposes all submissions pertaining to the Third Revision Mesaverde Formation Participating Area "A," should refer to COC52447A.

If the subject well is producing, this approval requires the submission of a Payor Information Form MMS-4025 to the Minerals Management Service (MMS) within 30 days (30 CFR 210.51). Please notify the designated payor or payors as soon as possible regarding this requirement.

Any producing royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for late payment under the Federal Oil and Gas Royalty Management Act of 1982 (See 30 CFR 218.54). If you need assistance or clarification, please contact the Minerals Management Service at 1-800-525-9167 or 303-231-3504.

Sincerely,



Judith K. Armstrong
Land Law Examiner
Resource Services

Enclosure

GJRA/Will Lambert;MMS/RDB

JArmstrong 10/14/96